

GOVERNMENT OF ANDHRA PRADESH

**ABSTRACT**

PUBLIC ENTERPRISES DEPARTMENT - House Committee on Nizam Sugars Limited- Constitution of Committee of officials to renegotiate the terms and conditions of the Joint Venture Agreement dated 28-08-2002 entered into between Nizam Sugars Limited (NSL) and Delta Paper Mills (DPM) - Orders - Issued.

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**PUBLIC ENTERPRISES (I) DEPARTMENT**

**G.O.Ms. No3.**

**Dt. 15-07-2008.**

**ORDER:**

A House Committee of the Andhra Pradesh Legislature was constituted to enquire into the irregularities by the private management of Nizam Sugars Limited.

2. The House Committee submitted its report containing its findings and recommendations.

3. As part of the Pubic Enterprises Reforms Programme, Government equity in four units of Nizam Sugars Limited was disinvested and a Joint Venture agreement was concluded between Nizam Sugars Limited and Delta Paper Mills Limited for the management of the four units under a Joint Venture Company called as Nizam Deccan Sugars Limited.

4. The Government having considered the report of the House Committee and the advise tendered by the Learned Advocate General, have decided to renegotiate the terms and conditions of the Joint Venture Agreement entered into between Nizam Sugars Limited and Delta Paper Mills Limited along with other connected issues brought out in the House Committee Report.

5. In order to renegotiate the terms and conditions of the Joint Venture Agreement between Nizam Sugars Limited and Delta Paper Mills and agree upon terms which are fair and mutually advantageous to both the parties in the long run, Government have decided to constitute a Committee of officials for this purpose.

6. The Committee of officials shall comprise of the following:

1. Principal Secretary, Pubic Enterprises Department - Convener
2. Principal Secretary, Industries & Commerce  
Department – In-Charge of Sugar Industry - Member
3. Principal Secretary, Finance Department - Member
4. Secretary (Legal Affairs), Law Department - Member

7. This Committee will be assisted by Shri Narsimha Murthy, Financial Expert and Consultant. The Committee will also avail the services of a legal expert/consultant who will be appointed in consultation with the Law Department and the learned Advocate General.

8. The terms and conditions for availing the services of the above experts and the remuneration to be paid to them will be determined by the Public Enterprises Department in consultation with Finance and Law Department and orders for the same will be issued separately.

(p.t.o.)

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9. The Committee shall take all the steps to renegotiate the terms and conditions of the Joint Venture Agreement between Nizam Sugars Limited and Delta Paper Mills Limited and all other issues connected there with and incidental thereto.

10. This order issues with the concurrence of Finance Department vide their U.O. No. 6000/365/Expr. I&C/2008, Dt. 7-7-2008.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**S. BHALE RAO,  
PRINCIPAL SECRETARY TO GOVERNMENT**

To  
All the Members of the Committee.

Copy to:

The Chief Secretary to Government, A.P., Hyderabad

The Principal Secretary to Chief Minister.

The Special Secretary to Chief Minister.

The Managing Director, Nizam Sugars Limited, Hyderabad.

The Advocate General, High Court of Andhra Pradesh, Hyderabad.

//FORWARDED:BY:ORDER//

SECTION OFFICER